GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2289
ANSWERED ON:14.03.2008
CASH RESERVE RATIO REGARDING RRB
Acharia Shri Basudeb

Will the Minister of FINANCE be pleased to state:

(a) the amount of Cash Reserve Ratio (CRR) being deposited by the Regional Rural Bank (RRB) at Reserve Bank of India (RBI);

(b) whether the RBI is paying interest on CRR; and

(c) if so, the details thereof?

Answer

The Minister of State in the Ministry of Finance (Shri Pawan Kumar Bansal)

(a) :- At present, Regional Rural Banks (RRBs) are required to deposit in the form of Cash Reserve Ratio (CRR) 7.5% of their Demand and Time Liabilities with Reserve Bank of India (RBI).

(b):- With effect from the fortnight beginning March 31, 2007 RBI is not paying any interest on the CRR balances.

(c):- Does not arise.